

GOVERNMENT OF ANDHRAPREDESH
ABSTRACT

Cooperation Department - SERP, Hyderabad - Registration of "Sthreenidhi Credit Cooperative Federation Ltd." for financing Self Help Groups through Mandal Mahila Samakhya in the State - Exemption orders to the Section 19(1) (b) and Explanation II of Section 19 of A.P. Cooperative Societies Act, 1964 powers vested with Government under Sections 122 & 123 of A.P Cooperative Societies Act, 1964 - Orders - Issued.

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AGRICULTURE AND COOPERATION (COOP.IV) DEPARTMENT

G.O. Ms.No. 222

Dated: 03.09.2011.
Read the following:-

- 1) D.O.Lr.No.645/WS/CB/SERP/2011, dt: 18.08.2011 of the Chief Executive Officer, Society For Elimination of Rural Poverty, Hyderabad.
- 2) Letter from the Commissioner for Cooperation and Registrar of cooperative Societies Hyderabad, A.P. Lr. Rc. No. 17666/2011/LR-I, dated: 18.08.2011.

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O R D E R

In the reference 2nd read above, the Commissioner for Cooperation & Registrar of Cooperative Societies, Andhra Pradesh, Hyderabad has stated that a proposal for the Registration of an Apex Cooperative Credit Federation with the name "Sthreenidhi Credit Cooperative Federation Ltd." for financing Self Help Groups through Mandal Mahila Samakhya in the State has been received from the Society for Elimination of Rural poverty, A.P. Hyderabad and they have reported that all the 1098 Mandal Mahila Samakhya are raising Rs.100 crores from their own funds as share capital for the "Sthreenidhi Credit Cooperative Federation Ltd." and the Government in Rural Development Department have also agreed to contribute Rs.100 crores by way of Government's equity. The representatives of Mandal Mahila Samakhya from 22 districts of the State convened a meeting in the SERP, Hyderabad and resolved to form the Apex federation to be registered under APSCS Act 1964 in view of the Government support in the form of share capital and need to create a professional body at State level.

2. He has further stated that since the Mandal Mahila Samakhya are registered bodies under AP MACS Act 1995 an exemption is needed before registration of the "Sthreenidhi Credit Cooperative Federation Ltd." under section 122 of APSCS Act 1964 as regards the composition of its membership registered under a different Act.

3. Further, proviso under section 19(b) of APSCS Act 1964 though entitles the societies registered under AP MACS Act, 1995 to take membership in central, Apex level cooperative societies under APSCS Act 1964 such societies shall not have voting rights. As the "Sthreenidhi Credit Cooperative Federation Ltd." with the entire membership devoid of voting rights will be an anomaly striking at the democratic principle of member participation, the Commissioner for Cooperation & Registrar of Cooperative Societies, Andhra Pradesh, Hyderabad suggests that exemption under section 123 of the APSCS Act 1964 from the operation of the aforesaid proviso, may have to be given to these societies.

4. Therefore, the Commissioner for Cooperation & Registrar of Cooperative

Societies, Andhra Pradesh, Hyderabad has requested the Government to issue appropriate exemption orders under sections 122 & 123 of APCS Act of 1964 and also permission to register the proposed "Sthreenidhi Credit Cooperative Federation Ltd." under A.P. Cooperative Societies Act, 1964 and also stated that the byelaws of the "Sthreenidhi Credit Cooperative Federation Ltd." will be scrutinized and corrections, necessary, if any will be made with the consent of the promoters at this end before registration.

5. After careful examination, Government have decided to exempt the first proviso to section 19(1)(b) and explanation II of section 19 of the A.P. Cooperative Societies Act, 1964 powers vested with Government under sections 122 and 123 of the A.P. Cooperative Societies Act, 1964 and also permit to register the Sthreenidhi Credit Cooperative Federation Limited under the provisions of the A.P. Cooperative Societies Act, 1964 in order to contribute Rs.100.00 Crores as equity share in the said Federation.

6. The Commissioner for Cooperation & Registrar of Cooperative Societies, Andhra Pradesh, Hyderabad is therefore requested to take necessary action accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

I.Y.R.KRISHNA RAO
PRINCIPAL SECRETARY TO GOVERNMENT

To

The Commissioner for Co-operation and Registrar of Co-operative Societies, Andhra Pradesh, Hyderabad.

The Law (LSP) Department.

Copy to:- The P.S. to M(Co.Op).

The P.S. to Prl. Secretary to Govt. (AM&C)

S.F./S.Cs.

// FORWARDED:: BY ORDER //

SECTION OFFICER.